A BILL FOR AN ACT

RELATING TO GASOLINE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that methyl 2 tertiary-butyl ether is a chemical that is not regulated by environmental regulations in the State and is known to have 3 4 contaminated extensive drinking water and groundwater resources 5 nationally. In July 1999, an Environmental Protection Agency panel recommended that the use of methyl tertiary-butyl ether, 6 7 also known as tert-butyl methyl ether, should be reduced substantially. Even prior to the Environmental Protection 8 9 Agency panel's findings, California announced a phase-out of 10 methyl tertiary-butyl ether in California gasoline by December 2002. 11 12 Although reformulated gasoline is not required in Hawaii, a 13 1998 survey by the department of health's underground storage 14 tank section found that the presence of methyl tertiary-butyl ether in Hawaii gasoline could not be ruled out. Therefore, as 15 of January 1, 1999, the department of health has required the 16 17 testing for methyl tertiary-butyl ether at petroleum release

sites involving gasoline. At this time, methyl tertiary-butyl

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- 1 ether has not been found as a contaminant in drinking water as a
- 2 result of a release of gasoline at a regulated underground fuel
- 3 storage facility.
- 4 While methyl tertiary-butyl ether's incidence in Hawaii's
- 5 gasoline supply appears to be much less frequent than in other
- 6 regions of the country, it still poses a significant groundwater
- 7 contamination threat, especially in sensitive inland areas that
- 8 are watershed areas for drinking water supply aquifers, such as
- 9 Wahiawa and Mililani. The potential impact of contamination on
- 10 Hawaii's drinking water supplies could be significant and
- 11 costly.
- 12 Once methyl tertiary-butyl ether contaminates groundwater
- 13 resources, its removal is more expensive than the treatment of
- 14 other volatile organic compounds. The State could incur
- 15 significant costs as a result of environmental response actions
- 16 to a release and the treatment of our drinking water supplies.
- 17 Additional costs may be involved if alternative public drinking
- 18 water supplies need to be provided.
- 19 The legislature finds that methyl tertiary-butyl ether has
- 20 been listed as a probable animal carcinogen and possible human
- 21 carcinogen. Relatively low levels of the chemical in drinking
- 22 water can be tasted and smelled by susceptible individuals. The

- 1 taste has been characterized as "bitter," "turpentine-like," and
- 2 "nauseating." It is clear that people of Hawaii will not accept
- 3 drinking water in which they can taste or smell methyl
- 4 tertiary-butyl ether, and treatment of a drinking water source
- 5 contaminated with the chemical will be very expensive.
- 6 Moreover, the chemical presents a threat to Hawaii's
- 7 groundwater, surface water, and drinking water systems.
- 8 The purpose of this Act is to require that levels of methyl
- 9 tertiary-butyl ether in gasoline imported or sold in the State
- 10 contain no more than .15 volume per cent of methyl
- 11 tertiary-butyl ether by January 1, 2009.
- 12 SECTION 2. Chapter 486, Hawaii Revised Statutes, is
- 13 amended by adding a new section to part II to read as follows:
- 14 "\$486- Gasoline containing methyl tertiary-butyl ether;
- 15 reporting requirements; penalties. (a) No distributor shall
- 16 sell or supply gasoline in the State that contains methyl
- 17 tertiary-butyl ether in concentrations greater than:
- 18 (1) 0.4 volume per cent starting July 1, 2007;
- 19 (2) 0.3 volume per cent starting January 1, 2008; and
- 20 (3) 0.15 volume per cent January 1, 2009.
- 21 (b) Beginning on December 31, 2007, and every twelve
- 22 months thereafter, each distributor shall file with the

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    administrator, on forms prescribed by the administrator, a
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    certified statement. The certified statement shall indicate the
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    following:
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         (1)
              The methyl tertiary-butyl ether concentration of
              gasoline sold, supplied, or imported into the State,
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              using American Society of Testing and Materials
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              specification D 4815-99; and
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8
         (2) The ethyl tertiary-butyl ether and the tertiary amyl
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              methyl ether concentrations of the gasoline sold or
              supplied or imported into the State.
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         (c) Any distributor who sells or supplies gasoline subject
    to this section and who fails to timely submit a certified
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    statement required by subsection (b) shall be subject to a
    penalty of up to $25,000. Any distributor or person violating
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    the requirements of this section shall be subject to a fine of
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    not less than $2 per gallon of nonconforming gasoline, up to a
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    maximum of $25,000 per violation."
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         SECTION 3. Section 486-1, Hawaii Revised Statutes, is
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    amended by adding four new definitions to be appropriately
    inserted and to read as follows:
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         ""Distributor" has the same meaning as defined in section
22
    486J-1.
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- "Gasoline" has the same meaning as defined in section

 486H-1.

 "Methyl tertiary-butyl ether" or "tert-butyl methyl ether"
 means the substance the chemical composition of which is
 (CH3) 3COCH3.
- 6 "Supply" means to provide or transfer a product to a
- 7 physically separate facility."
- 8 SECTION 4. Section 342L-3, Hawaii Revised Statutes, is
- 9 amended to read as follows:
- 10 "\$342L-3 Powers; rulemaking; appointment of hearings
- 11 officers. (a) The director may adopt, amend, and repeal
- 12 [state] rules controlling and regulating underground storage
- 13 tanks and tank systems. All rules shall be adopted pursuant to
- 14 chapter 91.
- 15 (b) In addition to other specific powers provided in this
- 16 chapter, the director may appoint without regard to chapters 76
- 17 and 77, hearings officers to conduct public participation
- 18 activities including public hearings and public informational
- 19 meetings.
- 20 (c) The director may regulate the methyl tertiary-butyl
- 21 ether content in gasoline sold or supplied or imported for use
- 22 in the State."

- 1 SECTION 5. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 6. This Act shall take effect upon its approval.

5B3102,501

Report Title:

Gasoline; Methyl Tertiary-butyl Ether

Description:

Requires a phased reduction of methyl tertiary-butyl ether in gasoline sold or imported in the State with levels no greater that .15 volume per cent by January 1, 2009; eff. on approval. (SD1)